

STATE OF IOWA
DEPARTMENT OF COMMERCE
UTILITIES BOARD

IN RE: AQUILA, INC., d/b/a AQUILA NETWORKS	DOCKET NO. PGA-03-44
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ORDER APPROVING ANNUAL RECONCILIATION FILING

(Issued October 30, 2003)

On October 1, 2003, Aquila, Inc., d/b/a Aquila Networks (Aquila), filed its annual reconciliation of gas costs for the 12-month period ending August 31, 2003, pursuant to 199 IAC 19.10(7). Aquila supplemented the reconciliation filing on October 16, 22, and 24, 2003. Subrule 19.10(7) requires Iowa rate-regulated natural gas utilities to reconcile the actual net invoiced cost of purchased gas for each customer class to the actual revenues collected, net of the prior year's reconciliation amount plus any undistributed refunds.

For the 12-month period ending August 31, 2003, Aquila calculated it had overcollected approximately \$5,877,906 from its General Service, Small Volume Interruptible, and Large Volume Interruptible classes. Aquila proposes to file a refund plan once the reconciliation filing is approved by the Board. The Board has reviewed the annual reconciliation filing and finds that it complies with 199 IAC 19.10(7) and adequately supports the overcollection calculation. The Board will approve the annual reconciliation.

IT IS THEREFORE ORDERED:

1. The annual reconciliation of gas costs filed by Aquila, Inc., d/b/a Aquila Networks, on October 1, 2003, is approved.
2. Aquila, Inc., d/b/a Aquila Networks, shall file a refund plan on or before November 26, 2003.

UTILITIES BOARD

/s/ Diane Munns

/s/ Mark O. Lambert

ATTEST:

/s/ Judi K. Cooper
Executive Secretary

/s/ Elliott Smith

Dated at Des Moines, Iowa, this 30th day of October, 2003.